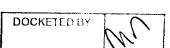


Arizona Corporation Commission

DOCKETED

DEC 16 2008



## RECEIVED

FENNEMORE CRAIG, P.C.
Norman D. James (No. 006901) 7008 DEC 16 P 4: 42
Jay L. Shapiro (No. 014650)
3003 N. Central Ave.
Suite 2600
Phoenix, Arizona 85012
Attorneys for Chaparral City Water Company

5

6

4

1

2

3

7

8

10

9

11

12

13

14

15

1617

1819

20

21

2223

24

25

26

BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF CHAPARRAL CITY WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES FOR UTILITY SERVICE BASED THEREON.

DOCKET NO. W-02113A-07-0551

CHAPARRAL CITY WATER COMPANY'S RESPONSE TO PACIFIC LIFE INSURANCE COMPANY'S MOTION FOR LEAVE TO PRESENT TESTIMONY

Chaparral City Water Company, Inc. ("Company") hereby responds to Pacific Life Insurance Company's ("Pacific Life") Motion for Leave to Present Testimony of Phil Green. The Company maintains that leave to file this testimony should be denied. This request comes substantially beyond the deadlines set for pre-filed testimony by intervenors, after the pre-hearing conference at which the parties were directed to appear, and, in fact, following the completion of the initial phase of the hearing itself, which began on December 8.

The only reason given for failing to adhere to the deadlines and requirements imposed on the parties is that Pacific Life and its counsel were ignorant of these requirements, and believed that public comment would be accepted as sworn testimony. This is not a legitimate basis for missing the deadlines and ignoring the requirements set forth in the Procedural Orders governing this case. Indeed, if Pacific Life had simply

1 2

attended the procedural conference on December 5, as directed by the Administrative Law Judge, there would be no confusion.

In contrast, the prejudice to the Company is clear. There are already five witnesses scheduled to testify on January 8 and 9, 2009 (Fox, Abinah, Rigsby, Parcell and Bourassa), plus a sixth possible witness (Chavez). Now Pacific Life presents late-filed testimony that potentially opens the door to four additional witnesses: Mr. Green and a witness from the remaining three parties, whose rate design witnesses have completed their testimony. This case was filed in September 2007, and already has taken too long. Any further delay simply compounds Chaparral City's injury.

Finally, the issues raised by Mr. Green are relatively straightforward. Boiled down, he claims that the rate increase is too high, and maintains that rates for residential and commercial service should be increased to a greater extent than has been proposed by the parties so that the rate for turf and landscape irrigation can be kept low. No cost of service study, or other study or analysis, is presented. Consequently, Mr. Green's testimony adds very little to the record, and is more appropriate for public comment.

In short, there is no legitimate basis for Pacific Life's request to file testimony after the initial phase of the hearing has been completed. Having chosen to intervene and participate as a party, Pacific Life has the same responsibilities as the other parties to this case, and cannot ignore deadlines and fail to attend conferences and hearings. Consequently, Pacific Life's motion should be denied. The Company suggests instead that the proffered testimony be accepted as public comment.

PHOENIX

1	RESPECTFULLY SUBMITTED this 16th day of December, 2008.
2	FENNEMORE CRAIG, P.C.
3	
4	By Mm D. Jumes
5	Norman D. James Jay L. Shapiro
6	3003 North Central Avenue Suite 2600
7	Phoenix, Arizona 85012 Attorneys for Chaparral City Water
8	Company
9	
10	ORIGINAL and thirteen (13) copies of the foregoing were filed
11	this 16th day of December, 2008, with:
12	Docket Control Arizona Corporation Commission
13	1200 W. Washington St. Phoenix, AZ 85007
14	
15	Copy of the foregoing was hand delivered this 16th day of December, 2008, to:
16	Teena Wolfe, Administrative Law Judge
17	Hearing Division Arizona Corporation Commission
18	1200 W. Washington St. Phoenix, AZ 85007
19	Robin Mitchell, Esq.
20	Legal Division
21	Arizona Corporation Commission 1200 W. Washington Street
22	Phoenix, AZ 85007
23	Daniel W. Pozefsky, Esq. Residential Utility Consumer Office
24	1110 W. Washington Street, Ste. 200 Phoenix, AZ 85007
25	1 1100mm, 1 122 0000 /

26

Copy of the foregoing emailed and mailed this 16th day of December, 2008, to

Craig A. Marks, Esq. 10645 N. Tatum Blvd. Suite 200-676 Phoenix, AZ 85028

By: Maria San for